

**355.3-109 Payable to bearer or order.**

- (1) A promise or order is payable to bearer if it:
  - (a) States that it is payable to bearer or to the order of bearer or otherwise indicates that the person in possession of the promise or order is entitled to payment;
  - (b) Does not state a payee; or
  - (c) States that it is payable to or to the order of cash or otherwise indicates that it is not payable to an identified person.
- (2) (a) A promise or order that is not payable to bearer is payable to order if it is payable:
  1. To the order of an identified person; or
  2. To an identified person or order.
- (b) A promise or order that is payable to order is payable to the identified person.
- (3) An instrument payable to bearer may become payable to an identified person if it is specially indorsed pursuant to KRS 355.3-205(1). An instrument payable to an identified person may become payable to bearer if it is indorsed in blank pursuant to KRS 355.3-205(2).

**Effective:** January 1, 1997

**History:** Repealed and reenacted 1996 Ky. Acts ch. 130, sec. 9, effective January 1, 1997. -- Created 1958 Ky. Acts ch. 77, sec. 3-109, effective July 1, 1960.